COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE NOTICE OF PURCHASED GAS)	
ADJUSTMENT FILING OF MIKE)	CASE NO. 2003-00500
LITTLE GAS COMPANY, INC.)	

<u>ORDER</u>

On October 22, 2003, in Case No. 2003-00141, the Commission approved rates for Mike Little Gas Company, Inc. ("Mike Little"), and provided for their further adjustment in accordance with Mike Little's gas cost adjustment ("GCA") clause.

On December 30, 2003, Mike Little filed its proposed GCA to be effective February 1, 2004.

After reviewing the record in this case and being otherwise sufficiently advised, the Commission finds that:

- 1. Mike Little's notice includes revised rates designed to pass on to its customers its expected change in wholesale gas costs.
- 2. Mike Little's EGC is \$8.6920 per Mcf, which is an increase of 15.81 cents per Mcf from the previous EGC of \$8.5339.
- 3. Mike Little's notice sets out no current quarter refund adjustment ("RA"), and it had no RAs remaining from previous quarters.
- 4. Mike Little's notice sets out a current quarter actual adjustment ("AA") of 3.92 cents per Mcf. Mike Little's notice sets out a total AA of 1.14 cent per Mcf, which is an increase of 9.34 cents per Mcf from the previous total AA.

5. Mike Little's GCA is \$8.7034 per Mcf, which is 25.15 cents per Mcf more

than the previous rate of \$8.4519.

6. The rates in the Appendix to this Order are fair, just, and reasonable, and

should be approved for billing for service rendered by Mike Little on and after February

1, 2004.

IT IS THEREFORE ORDERED that:

1. The rates in the Appendix, attached hereto and incorporated herein, are

approved for billing for service rendered on and after February 1, 2004.

2. Within 20 days of the date of this Order, Mike Little shall file with this

Commission its revised tariffs setting out the rates authorized herein.

Done at Frankfort, Kentucky, this 26th day of January, 2004.

By the Commission

ATTEST:

Jeputy Executive Director

APPENDIX

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2003-00500 DATED January 26, 2004.

The following rates and charges are prescribed for the customers in the area served by Mike Little Gas Company, Inc. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of this Commission prior to the date of this Order.

	Gas Cost Recovery <u>Base Rate</u> <u>Rate</u>		<u>Total</u>
First 1 Mcf – Minimum Bill	\$5.50	\$8.7034	\$14.2034
Over 1 Mcf	4.3271	8.7034	13.0305